

semi-annually, may be in one or more series, may bear such date or dates, may mature at such time or times not exceeding forty years from their respective dates, may be payable in such medium of payment, at such place or places, may carry such registration privileges, may be subject to such terms of redemption, may be executed in such manner, may contain such terms, covenants and conditions, and may be in such form, either coupon or registered, as such resolution or subsequent resolutions may provide. The Local Government Commission may sell said bonds at private sale without advertisement to the United States of America or any agency, instrumentality, or corporation thereof. Pending the preparation of the definitive bonds, interim receipts or certificates in such form and with such provisions as the governing body may determine may be issued to the purchaser or purchasers of bonds sold pursuant to this act. Said bonds and interim receipts or certificates shall be fully negotiable within the meaning of and for all the purposes of the chapter of the Consolidated Statutes, entitled "Negotiable Instruments."

SEC. 6. *Covenants in Resolution Authorizing Issuance of Bonds.* Any resolution or resolutions authorizing the issuance of bonds under this act may contain covenants as to (a) the purpose or purposes to which the proceeds of sale of said bonds may be applied and the use and disposition thereof, (b) the use and disposition of the revenue of the undertaking for which said bonds are to be issued, including the creation and maintenance of reserves, (c) the transfer from the general funds of the municipality to the account or accounts of the undertaking an amount equal to the cost of furnishing such municipality or any of its departments, boards or agencies with the services, facilities and commodities of said undertaking, (d) the issuance of other or additional bonds payable from the revenues of said undertaking, (e) the operation and maintenance of such undertaking, (f) the insurance to be carried thereon and the use and disposition of insurance moneys, (g) books of account and the inspection and audit thereof, and (h) the terms and conditions upon which the holders of said bonds or any proportion of them or any trustee therefor shall be entitled to the appointment of a temporary or permanent receiver by the Resident Judge of the Superior Court of the Judicial District in which the municipality is situated, or by a judge holding a regular or special term therein, which court shall have jurisdiction in such proceedings, and which receiver may, subject to the orders of said court, enter and take possession of said undertaking, operate and maintain the same, prescribe rates, fees, or charges, and collect, receive and apply all revenue thereafter arising

Date and maturity.

Registration.

Execution

Sale.

Interim certificates.

Negotiability.

Covenants in bond resolution.

Purpose.

Disposition of revenue.

Transfer of funds from general fund.

Other bond issues.

Operation of undertaking.

Insurance.

Books and audits.

Appointment of receiver upon default.

Duties.